

## Premium Finance Companies

The Alaska Division of Banking and Securities (Division) has received several inquiries regarding premium finance companies (PFC) and their contracts that include power of attorney to cancel all policies upon default. The Division does regulate the industry, but does not have authority over the contract/legal agreement between two entities. We do encourage PFCs to review guidance given and recent bills passed by the federal and state governments related to the COVID-19 crisis to consider flexibility that may be given in regards to late payments during this unprecedented period.

<https://gov.alaska.gov/home/covid-19-economy/> <https://www.congress.gov/bill/116th-congress/house-bill/6201/text> B20-08 from AK DOI at

[https://www.commerce.alaska.gov/web/Portals/11/Pub/INS\\_B20-08.pdf](https://www.commerce.alaska.gov/web/Portals/11/Pub/INS_B20-08.pdf) SB241 State of Alaska COVID-19 pandemic law at

[http://www.akleg.gov/basis/Bill/Detail/31?Root=SB241#tab1\\_4](http://www.akleg.gov/basis/Bill/Detail/31?Root=SB241#tab1_4)